

STATE BONDING FUND
INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2003

	November-03				October-03				September-03				Current FYTD	Prior Year FY03	3 Years Ended 6/30/2003	5 Years Ended 6/30/2003
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
Los Angeles Capital	90,882	2.4%	2.3%	1.54%	89,516	2.3%	2.3%	5.18%	85,073	2.3%	2.3%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	90,882	2.4%	2.3%	1.54%	89,516	2.3%	2.3%	5.18%	85,073	2.3%	2.3%	4.99%	12.13%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				1.05%				5.62%				3.92%	10.90%	2.94%	-21.54%	-5.03%
<i>Structured Value</i>																
LSV	89,010	2.3%	2.3%	2.04%	87,279	2.3%	2.3%	7.62%	81,203	2.2%	2.3%	3.75%	13.94%	-2.25%	8.84%	3.73%
Russell 1000 Value				1.36%				6.12%				2.06%	9.78%	-1.02%	-0.19%	1.05%
<i>S&P 500 Index</i>																
State Street	399,336	10.4%	10.5%	0.88%	395,871	10.4%	10.5%	5.65%	374,694	10.0%	10.5%	2.64%	9.38%	0.23%	-11.28%	-1.69%
S&P 500				0.88%				5.66%				2.64%	9.41%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	579,228	15.1%	15.0%	1.16%	572,666	15.0%	15.0%	5.87%	540,970	14.5%	15.0%	3.15%	10.47%	-0.48%	-9.33%	-1.90%
S&P 500				0.88%				5.66%				2.64%	9.41%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	201,003	5.2%	5.0%	3.10%	195,042	5.1%	5.0%	8.81%	179,207	4.8%	5.0%	9.48%	22.83%	0.09%	N/A	N/A
Russell 2000 + 200bp				3.72%				8.56%				9.60%	23.41%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	201,003	5.2%	5.0%	3.10%	195,042	5.1%	5.0%	8.81%	179,207	4.8%	5.0%	9.48%	22.83%	0.09%	-3.49%	1.64%
Russell 2000				3.55%				8.40%				9.07%	22.43%	-1.63%	-3.30%	0.97%
CONVERTIBLES																
TCW	390,000	10.1%	10.0%	2.31%	382,762	10.0%	10.0%	4.02%	368,085	9.8%	10.0%	1.85%	8.39%	10.23%	-9.51%	3.90%
First Boston Convertible Index				2.25%				3.27%				2.67%	8.41%	15.46%	-3.77%	5.29%
INTERNATIONAL EQUITY																
<i>Large Cap - Active</i>																
Capital Guardian	315,016	8.2%	8.0%	0.64%	313,337	8.2%	8.0%	6.67%	293,175	7.8%	8.0%	8.14%	16.09%	-10.31%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				1.22%				5.70%				6.58%	14.03%	-11.24%	-15.51%	-5.33%
<i>Small Cap - Value</i>																
Lazard	43,352	1.1%	1.0%	3.50%	41,876	1.1%	1.0%	5.20%	39,792	1.1%	1.0%	9.92%	19.68%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				-0.10%				6.90%				15.95%	23.83%	N/A	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	41,510	1.1%	1.0%	2.19%	40,622	1.1%	1.0%	5.22%	38,606	1.0%	1.0%	14.95%	23.60%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				-0.10%				6.90%				15.95%	23.83%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	399,878	10.4%	10.0%	1.10%	395,835	10.4%	10.0%	6.36%	371,574	9.9%	10.0%	8.97%	17.18%	-9.20%	-15.51%	0.27%
MSCI EAFE - 50% Hedged				1.22%				5.70%				6.58%	14.03%	-11.24%	-15.51%	-5.33%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	975,630	25.4%	25.0%	0.46%	970,838	25.5%	25.0%	-0.42%	973,882	26.0%	25.0%	-0.16%	-0.12%	12.77%	11.23%	8.12%
Lehman Aggregate				0.24%				-0.93%				-0.14%	-0.84%	10.39%	10.07%	7.54%
<i>Index</i>																
Bank of ND	527,829	13.7%	15.0%	0.22%	526,522	13.8%	15.0%	-1.17%	532,752	14.2%	15.0%	-0.46%	-1.42%	13.26%	10.87%	7.78%
Lehman Gov/Credit				0.27%				-1.27%				-0.50%	-1.50%	13.14%	10.82%	7.83%
<i>BBB Average Quality</i>																
Strong	407,351	10.6%	10.0%	0.68%	404,728	10.6%	10.0%	-0.91%	408,258	10.9%	10.0%	0.02%	-0.21%	17.91%	N/A	N/A
Lehman US Credit BAA				0.73%				-0.91%				0.27%	0.09%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,910,811	49.7%	50.0%	0.44%	1,902,088	49.9%	50.0%	-0.73%	1,914,892	51.2%	50.0%	-0.21%	-0.46%	13.18%	10.80%	7.81%
Lehman Gov/Credit				0.27%				-1.27%				-0.50%	-1.50%	13.14%	10.82%	7.83%
CASH EQUIVALENTS																
Bank of ND	364,693	9.5%	10.0%	0.09%	365,188	9.6%	10.0%	0.10%	364,833	9.8%	10.0%	0.30%	0.49%	1.57%	3.26%	4.15%
90 Day T-Bill				0.08%				0.08%				0.25%	0.41%	1.52%	3.33%	4.08%
TOTAL BONDING FUND	3,845,612	100.0%	100.0%	0.91%	3,813,581	100.0%	100.0%	1.93%	3,739,560	100.0%	100.0%	2.01%	4.92%	7.52%	1.61%	4.90%
POLICY TARGET BENCHMARK				0.77%				1.43%				1.46%	3.70%	7.25%	2.20%	4.57%

NOTE: Monthly returns and market values are preliminary and subject to change.